



**GENERAL ASSEMBLY OF THE STATE OF TENNESSEE  
FISCAL REVIEW COMMITTEE**

320 Sixth Avenue, North -- 8<sup>th</sup> Floor  
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Doug Jackson      Ken Yager  
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Craig Fitzhugh, *ex officio*  
Speaker Kent Williams, *ex officio*

**M E M O R A N D U M**

**TO:**                    The Honorable Dave Goetz, Commissioner  
                         Department of Finance and Administration

**FROM:**                Bill Ketron, Chairman, Fiscal Review Committee  
                         Charles Curtiss, Vice-Chairman, Fiscal Review Committee

**DATE:**                April 19, 2010

**SUBJECT:**            Contract Comments  
                         (Fiscal Review Committee Meeting 4/12/10)

**RFS# 332.05-036**

**Department: Tennessee Student Assistance Corporation**

**Contractor: Nelnet Guarantor Solutions (NGS)**

**Summary: The original contract was for the provision of the full servicing of TSAC's Federal Family Education Loan Program, servicing of grants, scholarships, loan forgiveness programs, and the General Ledger System. The proposed amendment makes various revisions to the payment methodology, and increases the maximum liability by \$30,000,000.**

**Maximum liability: \$75,000,000**

**Maximum liability w/amendment: \$105,000,000**

After review, the Fiscal Review Committee voted to recommend approval of the contract amendment subject to approval by the Office of Contracts Review of the request for a term exceeding five years.

cc: Dr. Richard Rhoda, Executive Director  
     Mr. Robert Barlow, Director, Office of Contracts Review